

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
PRIORITY				
PRIORITY	(INFO)			

RM/R COPY

This copy must be returned
to RM/R document files

P 070030Z
FM AMEMBASSY TOKYO

TO CINCPAC
CINCPACFLT
PACAF

STATE
CINCUSARPAC

RMR

May 10th. 30-40

INFO CNO
CSAF
JCS

CSA
SECDEF
CIA

C O N F I D E N T I A L

WEEKA NO. 40.

JOINT WEEKA NO. 40

POLITICAL

1. DIET SESSION

DIET HAS REACHED END OF BUDGET COMMITTEE INTERPELLATIONS
WITHOUT SERIOUS DISRUPTION OF COMPARATIVELY HARMONIOUS ATMOSPHERE
WHICH HAS CHARACTERIZED EXTRAORDINARY SESSION SO FAR (WEEKA 39).
SOCIALISTS, WITH EYE ON NEXT YEAR'S UPPER HOUSE ELECTIONS, HAVE
MAINLY PROBED FOR WEAKENSSSES IN GOVT'S ECONOMIC POLICIES AND
PROGRAMS, TRYING TO EXPLOIT CONSUMER IRRITATION OVER PRICE RISES
IN SOME COMMODITIES, PLAY ON SMALL AND MEDIUM BUSINESSMEN'S
APPREHENSIONS ABOUT IMPORT RETRENCHMENT AND OTHER GOVERNMENT
MEASURES. IN RESPONSE TO ONE JSP INTERPELLATOR'S CHALLENGE OF

794.00(20)/10-761

② SECSTATE(70 VIA D-DESK).....ACT
CNO/CSA/COFSAF/JCS/CIA(15)/.....COG

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE					
CONTROL NO.	CIRCUIT NO.	PAGE OF	PAGES	TIME OF RECEIPT	DATE TIME GROUP
02689/CL/JLD/2	B 54	1	8	0445Z 07 OCT 61	070030Z OCT 61

CONFIDENTIAL

(When filled in)

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
(INFO)				

HIS ECONOMIC PROGRAM, IKEJA ASSERTED FLATLY FOREIGN CURRENCY
RESERVES WOULD NOT DROP BELOW \$1.5 BILLION BY NEXT MARCH.
IN FOREIGN POLICY FIELD, SOCIALISTS HAVE CONCENTRATED ATTACKS
ON GOVT'S CHINA POLICY, CAUSING IKEDA REPEATEDLY TO STATE HIS
OPPOSITION TO "TWO CHINAS," INSIST THAT THIS "IMPORTANT QUESTION"
MUST BE SETTLED IN UN. GOVT EFFORTS TO NORMALIZE RELATIONS
WITH KOREA HAVE BEEN CRITICIZED, BUT NOT IN DETAIL. IKEDA'S
- REPLIES TO QUESTIONS ON KOREA AND OKINAWA (SEE ALSO ITEM 2) HAVE
BEEN FIRM BUT LOW-KEYED. JSP INTERPELLATORS HAVE NEEDLED
GOVT ABOUT BUSHU RAILWAY SCANDAL (WEEKA 38), BUT HAVE NOT FOLLOWED
THROUGH WITH DETAILED ATTACKS. PRIMIN HAS IGNORED INTERPELLATORS'
OCCASIONAL DEMANDS THAT LDP WITHDRAW ANTI-POLITICAL VIOLENCE
BILL. (OFFICIAL USSONLY)

COMMENT: PRICE RISE REMAINS BELOW RATE OF INCOME GROWTH,
AND ECONOMIC RESTRAINTS ADOPTED BY GOVT HAVE, AS YET AT LEAST,
NOT HAD SERIOUS IMPACT ON SMALL AND MEDIUM BUSINESSES. UNLESS
SITUATION WORSENS DRASTICALLY, GOVT HAS LITTLE TO FEAR ON THESE
SCORES, ALTHOUGH CONTINUED OR ACCELERATED DECLINE IN JAPAN'S
INTERNATIONAL ACCOUNTS POSITION WOULD REPRESENT SERIOUS
POLITICAL DANGER. RE: CHINA QUESTION, IKEDA HAS HELD HIS OWN
BUT HAS NOT SUCCEEDED IN MAKING JAPANESE POSITION SEEM CLEAR-CUT
OR ATTRACTIVE TO PUBLIC; IF CHIREP GOES BADLY IN UN, JSP WILL
- HAVE EXCELLENT OPPORTUNITY TO EMBARRASS GOVT. (LIMITED OFFICIAL USE)

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE				
CONTROL NO.	CIRCUIT NO.	PAGE OF PAGES	TIME OF RECEIPT	DATE TIME GROUP
Q2689		2 8		070030Z OCT 61

CONFIDENTIAL

(When filled in)

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
	(INFO)			

2: SOVIET UNION SENDS TWO COMMUNICATIONS TO JAPAN

7 ON SEPTEMBER 28 SOVIET GOVERNMENT HANDED JAPANESE CHARGE
MOSCOW NOTE VERBALE REJECTING JAPANESE PROTESTS ON SOVIET
RESUMPTION OF NUCLEAR TESTING AND ON FOLLOWING DAY SOV EMBASSY
TOKYO GAVE FONOFF INTRANSIGENT REPLY TO LETTER WHICH PRIMIN
IKEDA SENT KHRUSHCHEV ON AUGUST 26.

IN LETTER TO IKEDA, KHRUSHCHEV CATEGORICALLY REJECTED JAPANESE
- CLAIM TO KURILE ISLANDS, CRITICIZED GOJ FOR NOT EXTENDING POSITIVE
SUPPORT TO PROPOSALS FOR TOTAL DISARMAMENT AND FOR ALLOWING US
TO MAINTAIN MILITARY BASES IN JAPAN, AND WARNED AGAINST ACTIONS
WHICH VIOLATE SOVIET UNION'S SECURITY. (REPLY ON NUCLEAR TESTING
ACCUSED GOJ OF IGNORING REASONS WHICH PROMPTED SOVIET TEST RESUMP-
TION AND OF SUPPORTING US EFFORTS IN JAPAN TO PREPARE FOR NUCLEAR WAR.

LDP INTERPELLATOR AT OCTOBER 3 BUDGET COMMITTEE SESSION RAISED
MATTER OF KHRUSHCHEV REPLY
PROVIDING PRIMIN CHANCE TO RESTATE FORCEFULLY GOVT POSITION THAT
ETOROFU AND KUNASHIRI ARE JAPANESE. SUBSEQUENT JSP INTERPELLATOR
CONCEDED THAT YALTA AGREEMENT WAS BAD THING, BUT SAID KEY TO
RETURN OF KURILES (AS WELL AS OKINAWA AND BONINS) WAS JAPANESE
- REALIGNMENT, ASSURANCE TO USSR THAT KURILES WOULD NOT BE MADE
MILITARY BASE. PRESSED BY PRIMIN FOR YES OR NO ANSWER WHETHER
JSP AGREED TWO SOUTHERN ISLANDS WERE JAPANESE, JSP INTERPELLATORS
- DELCARED JSP REGARDS ALL KURILES AS JAPANESE, BUT CHARGED THAT

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE				
CONTROL NO.	CIRCUIT NO.	PAGE OF PAGES	TIME OF RECEIPT	DATE TIME GROUP
02689		3 8		070030Z OCT 61

CONFIDENTIAL

(When filled in)

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
	(INFO)			

CONSERVATIVE GOVT OF JAPAN HAS ABANDONED RIGHTS TO THEM AT SAN FRANCISCO TREATY CONFERENCE. THEY PRODUCED 1951 DIET RECORD TO SHOW THAT FONOFF OFFICIAL HAS DENIED DISHINCTION BETWEEN NORTH AND SOUTH KURILES. PRIMIN COUNTERED IN STATEMENT (LATER BACKED UP BY INFORMAL FONOFF RELEASE) TO EFFECT THAT TERM KURILES AS USED IN SAN FRANCISCO TREATY SHOULD BE INTERPRETED TO COMPRISE ONLY ISLANDS TO NORTH OF ETOROFU. (UNCLASSIFIED)

COMMENT: BOTH SOVIET COMMUNICATIONS CLEARLY REFLECTED HARD SOVIET LINE TOWARD GOJ AND PRODUCED SHARP OFFICIAL AND PUBLIC REACTION. PRIMIN SEEMS DELIBERATELY TO HAVE SOUGHT EXCHANGE ON KURILES AS MEANS OF PUBLICIZING AND GAINING BROADER SUPPORT FOR HIS POSITION ON TERRITORIAL QUESTION. APART FROM FORMAL LEGAL ASPECTS, HE IS PROBABLY ON FIRM GROUND WITH JAPANESE PUBLIC IN TAKING THIS POSITION, AS SEEN IN SUBSEQUENT PRESS CRITICISM OF SOCIALISTS (JSP) FOR USING TERRITORIAL ISSUE AS MEANS OF ATTACKING IKEDA GOVERNMENT RATHER THAN JOINING WITH GOVERNMENT IN EFFORTS OBTAIN RETURN OF DISPUTED TERRITORY. (LIMITED OFFICIAL USE)

3. CHIEF JAPANESE DELEGATE SELECTED FOR ROK-GOJ TALKS

AT REQUEST OF PRIMIN AND LEADING LDP MEMBERS, MICHISUKE UUGI, CHAIRMAN EXPORT TRADE ORGANIZATION (JETRO), AGREED SERVE AS NEW CHIEF JAPANESE DELEGATE FOR JAPAN-ROK TALKS. SUGI IS PROMINENT FIGURE IN JAPANESE BUSINESS LIFE AND CLOSE ASSOCIATE OF FORMER

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE				
CONTROL NO.	CIRCUIT NO.	PAGE OF PAGES	TIME OF RECEIPT	DATE TIME GROUP
02689		4 8		070030Z OCT 61

CONFIDENTIAL

(When filled in)

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
	(INFO)			

PRIMIN KISHI. IN SPITE OF REPORTEDLY COOL REACTION IN SEOUL AND
TOKYO DECISION POSTPONE OPENING OF TALKS, GOJ INTENDS PROCEED
WITH SUGI'S APPOINTMENT. (OFFICIAL USE ONLY)

COMMENT: GOJ EXPERIENCED DIFFICULTY IN FINDING WILLING
CANDIDATE FOR CHIEF DELEGATE JOB AND WAS HIGHLY PLEASED WHEN
SUGI ACCEPTED SINCE HE APPEARED TO MEET ROK DESIRE FOR
JAPANESE CHIEF DELEGATE OF SENIOR RANK WITH DIRECT ACCESS TO
- INFLUENTIAL LBP CIRCLES. FONOFF INCLINED ATTRIBUTE SEOUL'S
CNITCEL REACTION PA MGRVYERDXKUITSY LACK OF INFORMATION
CONCERNING SUGI. (CONFIDENTIAL)

4. CONFLICT IN JAPAN-SOVPET SOCIETY (WEEKA 37, ITEM 2)

JAPAN-SOVIET SOCIETY CHAIRMAN TANZAN ISHIBASHI OCT 5 SUBMITTED
RESIGNATION OVER SOCIETY'S STAND IN SUPPORT OF SOCIET NUCLEAR
TESTS (SEE REF), AND ISSUED STATEMENT THAT HE WOULD CONTINUE TO
WORK FOR JAPANESE-SOVIET FRIENDSHIP "IN SPIRIT OF LATE HATOYAMA,
SOCIETY'S FORMER CHAIRMAN." BEFORE ISHIBASHI'S RESIGNATION
ANNOUNCED, NATIONAL DIRECTORS' MEETING OF SOCIETY, UNDER STRONG
PRESSURE FROM SOCIALIST PARTY (JSP) AND SOHYO DELEGATES, ADOPTED
MODIFIED DECLARATION RE SOVIET TESTS (IN EFFECT REPLACING
- SEPTEMBER STATEMENT), WHICH DECLARED "TESTS SHOCKED PEOPLE AND
WERE REGRETTABLE." PRO-COMMUNIST DIRECTORS AGREED TO THIS
LANGUAGE RELUCTANTLY, AND WHEN ISHIBASHI'S RESIGNATION WAS MADE
- KNOWN ACCEPTED IT ONLY "WITH RESERVATION." IN VIEW NEW STATEMENT,

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE				
CONTROL NO.	CIRCUIT NO.	PAGE OF	TIME OF RECEIPT	DATE TIME GROUP
02689		5		070030Z OCT 61

CONFIDENTIAL

(When filled in)

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
	(INFO)			

SHPCHPRO MATSUMOTO (JSP), EXECUTIVE DIRECTOR OF SOCIETY, SAID

7 HE WOULD ASK ISHIBAHI TO RECONSIDER RESIGNATION. (UNCLASSIFIED)

COMMENT: ISHIBASHI AND OTHER LIBERAL DEMOCRAT OFFICERS OF SOCIETY HAVE BEEN UNDER FIRE IN LDP DISCIPLINE COMMITTEE FOR PARTICIPATION IN COMMUNIST-FRONT ORGANIZATION AND IT IS PROBABLE THAT HIS RESIGNATION WILL STANND, TO BE FOLLOWED BY THOSE OF OTHER CONSERVATIVES. SOHYO AND JSQ, ON OTHER HAND, MAY REMAIN IN SOCIETY,

- AT LEAST FOR TIME BEING, ON GROUNDS THAT SOCIETY CHANGE POSITPN AS RESULT THEIR EFFORTS. JSP HAS PLANNED FOR SOME MONTHS TO FORM NEW COUNCIL TO PROMOTE CONCLUSION PEACE TREATY WPTH USSR (G-1621), BUT NOT WISHING IT TO APPEAR RESULT OF SPLIT IN SOCIETY HAS POSTPONED INAUGURAL MEETING SCHEDULED FOR LATE SEPTEMBER. WHETHER OR NOT BGRUGING COMPROMISE AT RCT 5 DIRECTORS MEETING KEEP REWINNING NON- COMMUNIST ELEMENTS FROM LEAVING ORGANIZATION, SOCIETY'S EFFECTIVENESS AS PRO-SOVIET PROPAGANDA INSTRUMENT HAS BEEN GREATLY REDUCED. (LIMITED OFFICAL USE)

5. YOUTH LEADERS DEFECT FROM JAPAN COMMUNIST PARTY (JCP)

ELEVEN LEADERS OF ZENJIREN (PRO-JCP XACTION OF ZENRUKUREN. EXTREMIST STUDENT FEDERATION) JOPMED WITH 10 LEADERS OF MPNSEIBO (DEMOCRATIC YOUTH LEAGUE) OCTOBER 3 TO ANNOUNCE SEVERANCE OF THEIR TIES WITH JCP, AND EXPRESS INTENTION TO FORM NEW COMMUNIST YOUTH-STUDENT ORGANIZTION. GENERALLY EXPECTED THAT PROJECTED

- ORGANIZTION WILL AFFILIATE WITH "SOCIAL IST RENOVATION MOVEMENT"

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE				
CONTROL NO.	CIRCUIT NO.	PAGE OF PAGES	TIME OF RECEIPT	DATE TIME GROUP
02689		6 8		070030Z OCT 61

CONFIDENTIAL

(When filled in)

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
	(INFO)			

BEING ORGANIZED BY DISSIDENT KCH ANTI- MAINSTREAM GROUP LEAD BY
ASHOJIRO KASUGA (WEEKA 31, ITEM 4). (UNCLASSIFIED)

COMMENT : ALTHOUGH UNSERTAIN HOW MANY MORE ZENJIREN AND
MPNSEIDO MEMBERS WILL THROW OFF JCP CONTROL, DEFLECTIONS: SYMPTOMS OF
FREMENT AMONG COMMUNIST YOUTH CAUSED BY JCP FACTIONAL DISPUTE.
SPLIT IN ZENJIREN, WHICH HAD TAKEN ONLY RELATIVELY STABEL ELEMENT
IN ZENWAKUREN, MAKES FACTIONAL SITUATION OF STUDENT FEDERATION MORE
- CONFUSED THAN EVER. (CONFIDENTIAL)

PSYCHOLOGICAL

6. PUBLIC INTEREST IN NUCLEAR TEST

TWO PUBLIC OPINION POLLS DURING NATIONALS NEWSPAPER WEEK REVEALED
THAT NUCLEAR TESTING DREW MOST INTEGEST FROM MASS VEDIA PUBLIC
DURING MID AND LATE SEPTEMBER. NATIONWIDE SURVEY BY DEFERATION
OF NEWSPAPER PUBLIC OPINION POLLS, SERVICING NEWSPAPERS OUTSIDE
OF TOKYO AND JIJI NEWS AGENCY, REPORTED THAT 20.6 PERCENT OF
RESPONDENTS WERE MOST INTRESTED IN SOVIET RESUMPTION OF NUCLEAR
TESTING; AND TOKYO SHIMBUN, POLLING 800 ADULTS IN TOKYO, REPORTED
50 PERCENT OF THOSE POLLED MOST INTERESTED IN REOPENING OF NUCLEAR
TESTING. LATTER POLL DID NOT SPECIFY SOVIET OF US TESTING. OTHER
- INTERNATIONAL EVENTS ATTRACTING SIGNIFICANT ATTENTION WERE DEATH
OF SECRETARY GENERAL HAMMARSKJOLD (8.3 PERCENT RESPONSE IN TOKYO SHPMBUN
POLL) AND BERLIN SITUATION (6.1 PERCENT IN FEDERATION POLL: 7.5 PERCENT
- IN TOKYO SHIMBUN POLL). (UNCLASSIFIED)

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE						
CONTROL NO.	CIRCUIT NO.	PAGE	OF	PAGES	TIME OF RECEIPT	DATE TIME GROUP
02689		7		8		070030Z OCT 61

CONFIDENTIAL

(When filled in)

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
	(INFO)			

COMMENT : BOTH POLLS WERE MADE BY RELIABLE PROFESSIONAL

7 PUBLIC OPINION SURVEYS. (UNCLASSIFIED)

MILITARY

NAVY

JUM SIX AIR-SEA RESCUE AIRCRAFT TRANSFERRED TO MSDF

SIX UF-2 AMPHIBIAN AIRCRAFT FORMALLY TRANSFERRED FROM US TO JMSDF

IN CEREMONIES AT OMURA AIR STATION OCT 3. RADM YOMANS,

- CNFJ, REPRESENTED US WITH VADM ISHIWATA, DEPUTY CHIEF OF

MARITIME STAFF, ACCEPTING FOR JAPAN. AIRCRAFT, TO BE USED

IN AIR-SEA RESCUE MISSIONS, ARE PART OF US MAP AID. IN REMARKS

AT CEREMONIES GOVERNOR SATO OF NAGASAKI PREFECTURE SAID TIES

BETWEEN MSDF AND LCOAL CIVILIANS STRENGTHENED BY ADDITION OF RESCUE

AIRCRAFT TO AREA. (UNCLASSIFIED)

COMMENT: AIRCRAFT, IN ADDITION TO INCREASING AIR-SEA RESCUE

CAPABILITY, SERVE TO BOLSTER MORALE OF MSDF AIR ARM. (OFFICIAL USE ONLY)

SCHAUER

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE

CONTROL NO.	CIRCUIT NO.	PAGE	OF	PAGES	TIME OF RECEIPT	DATE TIME GROUP
02689		8		8		070030Z OCT 61

CONFIDENTIAL

(When filled in)

NAVAL MESSAGE

(When filled in)
CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	CLASSIFICATION	RELEASED BY	DRAFTED BY	EXT. NO.
PRIORITY	(INFO)			

P 140120Z

FM AMEMBASSY TOKYO

TO SECSTATE
CINCPAC

CINCPACFLT
PACAF HICKAM AFB

CINCUSARPAC

INFO CNO
SECDEF

CSA
JCS

COFSAF
CIA

C O N F I D E N T I A L WEEKA NO 41

JOINT WEEKA NO. 41

POLITICAL

1. SOCIALIST PARTY POSITION ON NORTHERN TERRITORIES

FOLLOWING UP ON RECENT GOJ EXCHANGE WITH USSR AND DIET DEBATE (WEEKA 40, ITEM 2) JSP LEADERS OCT. 9 ISSUED STATEMENT PROPOSING TWO-STAGE SOLUTION: PEACE TREATY WITH USSR WOULD PROVIDE FOR RETURN HABOMAI AND SHIKOTAN, BUT NEGOTIATIONS ON RETURN OF KURILES (INCLUDING ETOREFU AND KUNASHIRI) WOULD BE DEFERRED UNTIL AFTER PEACE TREATY AND DISSOLUTION OF JAPAN-US SECURITY TREATY. EDITORIALS FULLY BACKED GOJ, TERMING IT "COMPLETELY UNREALISTIC" FOR JSP TO EXPECT TO REOPEN TERRITORIAL QUESTION AFTER PEACE TREATY CONCLUDED. DEMOCRATIC SOCIALISTS ISSUED STATEMENT OCT. 11 THAT IT WAS NATURAL FOR GOJ TO DEMAND

SECSTATE(70CC)...ACT(VIA D DESK)
92..COG
09M..06..IP..SECDEF..JCS..CSA..CSAF..CMC..CIA(15CC)..NAVAIDE..
BFR..FLAGPLOT

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE

CONTROL NO.	CIRCUIT NO.	PAGE OF PAGES	TIME OF RECEIPT	DATE TIME GROUP
05840/SM/ZZ14	EYA 017	1 5	0446Z 14 OCT 61	140120Z 61

CONFIDENTIAL

after and enclosed by RMIR

NAVY Dept. 30-41

79400(2)/10-1461

CLASSIFIED

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
	(INFO)			

RETURN ALL KURILES WHICH ARE INHERENT TERRITORY JAPAN.

AT MAINICHI-SPONSORED ROUNDTABLE DISCUSSION OCT. 12, LDP, JSP, AND DSP SECGENS INDICATED RECEPTIVITY TO SUGGESTION THAT THREE PARTIES ATTEMPT TO RESOLVE DIFFERENCES ON TERRITORIAL QUESTION IN CLOSED SESSION AS EXPERIMENT IN SUPRA-PARTISAN DIPLOMACY. (UNCLASSIFIED)

COMMENT: IN VIEW PRESS CRITICISM AND VULNERABILITY JSP

THIS ISSUE IN 1962 UPPER HOUSE ELECTIONS, SHARP DEBATE CAN BE EXPECTED ON QUESTION AT JSP CENTRAL COMMITTEE MEETING IN NOVEMBER AND NATIONAL CONVENTION NEXT JANUARY WITH STRONG POSSIBILITY THAT OCT. 9 STATEMENT, YET TO BE APPROVED BY ANY PARTY ORGAN, WILL BE WITHDRAWN OR WATERED DOWN.

THREE-PARTY CONFERENCE COULD PROVIDE USEFUL OPPORTUNITY TO UNITE PUBLIC ON IMPORTANT NATIONAL ISSUE; EVEN IF IT PROVES NO MORE SUCCESSFUL THAN INTER-PARTY PROMISE LAST YEAR TO "NORMALIZE DIET PROCEEDINGS" (WEEKA 46, ITEM 2), IT COULD PROVIDE OPPORTUNITY FOR JSP TO EXTRICATE ITSELF FROM DIFFICULT POSITION. (LIMITED OFFICIAL USE)

2. JAPAN-KOREA (WEEKA 40, ITEM 3)

ROK-JAPAN TALKS SCHEDULED BEGIN OCT. 10 WERE DELAYED IN WAKE ROKG'S PUBLIC COMPLAINTS THAT GOJ'S SELECTION OF MICHISUKE SUGI AS CHIEF JAPANESE DELEGATE WAS ACT OF INSINCERITY AND DID NOT MEET ALLEGED PROMISE TO APPOINT SENIOR POLITICAL LEADER. ALTHOUGH SUGI APPOINTMENT SUBJECT INTERNAL LDP CRITICISM, GOJ PROCEEDING IN

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE

CONTROL NO.	CIRCUIT NO.	PAGE	OF	PAGES	TIME OF RECEIPT	DATE TIME GROUP
05 P40/		2		5		140120Z OCT 61

CONFIDENTIAL

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
	(INFO)			

EXPECTATION TALKS WILL SOON GET UNDER WAY ON BASIS REPORTS THAT ROYK HAS NAMED NEW DELEGATE TO MATCH SUGI (PRESS REPORTS POI UI HWAN, FORMER GOVERNOR BANK OF KOREA, HAS BEEN APPOINTED. (OFFICIAL USE ONLY

COMMENT: WHILE ACKNOWLEDGING INADEQUATE ADVANCE CONSULTATION RE SUGI DESIGNATION, FONOFF DISCOURGED ROYK REACTION, WHICH APPEARED TO FONOFF TO REFLECT SERIOUS MISUNDERSTANDING OF JAPANESE DOMESTIC POLITICAL SCENE. SUGI SELECTED AS RESPECTED, NONCONTROVERSIAL FIGURE WHO ENJOYS ACCESS TO BOTH POLITICAL AND BUSINESS CIRCLES. FORMAL APPOINTMENT SENIOR POLITICAL LEADER, SUCH AS KISHI, ON OTHER HAND MIGHT HAVE STIMULATED OPPOSITION ATTACKS AND RAISED LDP FACTIONAL PROBLEM AS WELL, GOJ UNDERSTANDS ROYK DESIRE FOR POLITICAL-LEVEL CONTACT AND EXPECTS CERTAIN PROMINENT JAPANESE POLITICAL LEADERS WILL PLAY IMPORTANT ROLE IN NEGOTIATIONS AND SUBSEQUENT RATIFICATION OF SETTLEMENT BY DIET. (CONFIDENTIAL

3. JAPAN COMMUNIST PARTY (JCP) DEVELOPMENTS

FOLLOWING "NATIONAL MEETING" IN TOKYO OVER WEEKEND, DISSIDENT JCP ANTI-MAINSTREAM GROUP FORMALLY ESTABLISHED "PREPARATORY COUNCIL FOR SOCIALIST RENOVATION MOVEMENT." SHOJIPO KASUGA ELECTED CHAIRMAN AND ROKUZAEMON YAMADA (FORMER JCP CENTRAL COMMITTEE MEMBER VICE CHAIRMAN. KASUGA TOLD PRESS HIS GROUP HAS DECIDED TO FORM "NEW ORGANIZATION" NEXT SPRING AND WILL SOON BEGIN CAMPAIGN TO SOLICIT POPULAR SUPPORT. GROUP OF ZENJIREN LEADERS (WHO LAST WEEK ANNOUNCED

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE

CONTROL NO.	CIRCUIT NO.	PAGE	OF	PAGES	TIME OF RECEIPT	DATE TIME GROUP
05840		3		5		140120Z OCT 61

CONFIDENTIAL

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
(INFO)				

SEVERANCE OF TIES WITH JCP--WEEK 40, ITEM 5) OCT 11 ALSO PUBLICLY
DECLARED INTENTION JOIN RENOVATION IN MOVEMENT."

MEANWHILE, JCP CHAIRMAN SANZO NOSAKA AND TWO OTHER PARTY LEADERS
DEPARTED FOR MOSCOW TO ATTEND CPSU CONGRESS. (UNCLASSIFIED)

COMMENT: DISSIDENTS, REPORTEDLY HAVING FACTIONAL PROBLEMS
WITHIN THEIR OWN RANKS, MOVING SLOWLY AND CAUTIOUSLY TOWARD
ORGANIZATION OF WHAT AMOUNTS TO "2ND JCP." HOWEVER, UNCLEAR YET
WHETHER THEY WILL HAVE SUFFICIENT STRENGTH AND UNITY TO ACT AS
POLITICAL PARTY IN NEAR FUTURE, FOR EXAMPLE IN ENTERING CANDIDATES
FOR UPPER HOUSE ELECTIONS NEXT YEAR. (CONFIDENTIAL)

4. JSP DELEGATE TO SOCIALIST INTERNATIONAL (A-370)

SOCIALIST PARTY (JSP) OCT. 11 DESIGNATED EDUCATION AND PROPAGANDA
BUREAU CHIEF KANJIRO SATO AS DELEGATE TO OCT. 23 SOCIALIST INTER-
NATIONAL MEETING IN ROME. (UNCLASSIFIED)

COMMENT: INTERNATIONAL BUREAU CHIEF HIROO WADA AND OTHER JSP
LEADERS WERE RELUCTANT TO ATTEND BECAUSE JSP OPPOSES INTERNATIONAL'S
DRAFT REVISION OF PLATFORM WHICH CONFLICTS WITH PARTY'S POLICY OF
"POSITIVE NEUTRALITY," AND THEY DID NOT WISH TO ARGUE IN INTERNATIONAL
FORUM AGAINST OTHER SOCIALIST PARTIES, INCLUDING RIVAL DEMOCRATIC
SOCIALIST PARTY. IN CIRCUMSTANCES, SATO NOT EXPECTED TO PLAY ACTIVE
ROLE AT CONFERENCE. (LIMITED OFFICIAL USE)

ECONOMIC

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE						
CONTROL NO. 05340	CIRCUIT NO.	PAGE 4	OF 5	PAGES	TIME OF RECEIPT	DATE TIME GROUP 040120Z OCT 61

CONFIDENTIAL

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
	(INFO)			

5.. BURMESE REPARATIONS

GOJ-BURMA NEGOTIATIONS FOR INCREASE IN BURMA REPARATIONS OPENED OCT. 5 WITH TWO SIDES TAKING WIDELY DIVERGENT POSITIONS. JAPANESE OFFERED \$7" MILLION FREE ECONOMIC ASSISTANCE WHILE BURMESE DEMANDED JDWPP MILLION INTEREST-FREE LOANS PLUS \$200 MILLION JAPANESE INVESTMENT JOINT VENTURES (GUARANTEED AGAINST NATIONALIZATION). PRESS REPORT THAT U NU HAD ORDERED BREAKOFF TALKS REFUTED AS DELEGATE U OHN RETURNED OCT. 11 WITH NEW INSTRUCTIONS. PRIVATE TALKS BETWEEN CHIEF DELEGATE THAKIN TIN AND FOMMIN KOSAKA NOW SCHEDULED. (UNCLASSIFIED)

COMMENT: FONOFF TAKING STAND THAT BURMESE DEMANDS "ABSURD" ALTHOUGH THEY DEFINITELY INTERESTED IN PACKAGE INVOLVING GUARANTEED INVESTMENT. FONOFF IN ANY EVENT WISHES AVOID BREAKOFF THAT WOULD EMBARRASS IKEDA'S FORTHCOMING VISIT SOUTHEAST ASIA. (CONFIDENTIAL)

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE

CONTROL NO.	CIRCUIT NO.	PAGE	OF	PAGES	TIME OF RECEIPT	DATE TIME GROUP
05840		5		5		140120Z OCT 61

CONFIDENTIAL

(When filled in)

NAVAL MESSAGE **CONFIDENTIAL** NAVY DEPARTMENT

PRECEDENCE PRIORITY	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
PRIORITY	INFO			

P 210035Z
FM AMEMBASSY TOKYO

TO SECSTATE
CINCPAC
CINCPACFLT
CINCUSARPAC
PACAF

INFO CNO

C O N F I D E N T I A L

JOINT WEEKA NO. 42.

POLITICAL

1. BUSHU RAILWAY SCANDAL VIRTUALLY WOUND UP. WEEKA 38, ITEM 1
ANNOUNCEMENT OCTOBER 16 OF INDICTMENT OF FORMER TRANSPORT MINISTER
WATARU NARAHASHI (HIS WIFE WAS NOT INDICTED) AND OTHER PRINCIPALS
IN BUSHU RAILWAY BRIBERY CASE SEEN AS VIRTUALLY WINDING UP SCANDAL.
OTHER DIETMEN BELIEVED TO HAVE RECEIVED MONEY FROM RAILWAY PROMOTERS
ARE UNDER INVESTIGATION, BUT CHARGES OF BRIBERY VERY DIFFICULT SUB-
STANTIATE, EVEN IN CASE OF NARAHASHI, WHO MAY EVENTUALLY WIN ACQUITTAL
BY VIRTUE HIS DEFENSE THAT MONEY HE RECEIVED WAS POLITICAL CONTRIBUTION.
DAIEI MOTION PICTURE COMPANY PRESIDENT MASAICHI NAGATA UNDER INDICTMENT

SECSTATE(70) (VIA D-DESK).....ACT

92.....COG

09M..06..IP..SECDEF..JCS..CSA..CSAF..CMC..CIA(15)..NAVAIDE..BFR..FLAGPLOT

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE

CONTROL NO.	CIRCUIT NO.	PAGE OF PAGES	TIME OF RECEIPT	DATE TIME GROUP
08822/SM/AS/11	EYA13	1 6	0419Z/21 OCT	210035Z OCT 61

CONFIDENTIAL

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
	(INFO)			

FOR BRIBING BANK TO OBTAIN LOAN OF FOUR HUNDRED MILLION YEN, BUT NO
DIRECT LINK APPARANTLY ESTABLISHED BETWEEN THIS CASE AND BUSHU SCANDAL.
(UNCLASSIFIED)

COMMENT: FACT THAT NO MAJOR POLITICAL FIGURES INPLEMENTED, DESPITE
RECURRENT RUMORS AND THINLY VEILED CHARGES PUBLISHED IN JSP ORGAN
PAPER, COMES AS RELIEF TO LDP LEADERSHIP AND AS WARNING TO BE
CAUTIOUS IN ACCEPTING POLITICAL CONTRIBUTIONS.

(OFFICIAL USE ONLY)

2. JAPAN-KOREA (WEEKA 41, ITEM 2)

OPENING OF ROK-JAPAN "SIXTH TALKS" SCHEDULED TOKYO OCT. 20 WITH
PLENARY SESSION TO BE FOLLOWED BY PERIODIC MEETINGS OF CLAIMS,
FISHERIES, AND RESIDENTS SUBCOMITTEES. JAPANESE AND ROK DELEGATIONS
HEADED BY MICHISUKE SUGI AND PAI UI HUAN RESPECTIVELY. TECHNICAL
DISCUSSIONS PLANNED FOR ABOUT ONE MONTH GRADUALLY LEADING TO "POLITICAL"
OR BARGAINING TALKS. LATTER WILL PROBABLY BE CONDUCTED AT SEVERAL
LEVELS POSSIBLE INCLUDING DISCUSSION OF FUNDAMENTAL QUESTIONS BETWEEN
SENIOR GOJ-LDP LEADERS AND WHOMEVER ROKG DESIGNATES FOR THIS PURPOSE.
JAPANESE PRESS COMMENT GENERALLY CALLS FOR PROMPT SETTLEMENT. (LIMITED
OFFICIAL USE).

COMMENT: WHILE BOTH SIDES HAVE DECLARED NEW RESOLVE TO BRING THIS
ROUND OF TALKS TO EARLY SUCCESSFUL CONCLUSION, JAPANESE GENERALLY WARY
OF EASY OPTIMISM. PROSPECTS FOR SUCCESS WILL INCREASE IF BOTH SIDES

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE					
CONTROL NO.	CIRCUIT NO.	PAGE	OF	PAGES	TIME OF RECEIPT
08822		2		6	
					DATE TIME GROUP
					210035Z OCT 61

CONFIDENTIAL

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
	(INFO)			

METHODICALLY ISOLATE MAJOR ISSUES, CONFIDENTIALLY WORK OUT PRINCIPLES OF PACKAGE SETTLEMENT, AND THEN PROCEED WITH MORE ROUTINE ASPECTS OF NEGOTIATION, (CONFIDENTIAL)

3. LDP REJECTS PROPOSAL FOR INTER-PARTY CONFERENCE ON NORTHERN TERRITORIES.

LIBERAL DEMOCRATIC PARTY OCTOBER 17 APPROVED OFFICIAL PARTY POSITION ON NORTHERN TERRITORIES, AMPLIFYING INFORMAL REBUTTAL OF JSP BY SEC GEN SHIGESABUR MAEO (WEEK 41, ITEM 1). LDP ACKNOWLEDGED GOJ HAD RELINQUISHED CLAIMS TO KURILEE AND SOUTHERN SAKHALIN IN SAN FRANCISCO PEACE TREATY, BUT SAID DISPOSITION THESE TERRITORIES STILL UNDECIDED, INASMUCH AS USSR NOT PARTY TO TREATY. FOLLOWING RELEASE OF STATEMENT, MACE SAID LDP WOULD REFUSE PARTICIPATE IN THREE-PARTY CONFERENCE ON TERRITORIES AS PROPOSED BY JSP, SINCE EACH PARTY HAD MADE POSITION KNOWN AND THERE WAS NO REASON TO BELIEVE JSP WOULD CHANGE VIEW THAT PEACE TREATY SHOULD BE SIGNED PRIOR TO SETTLEMENT TERRITORIAL CLAIMS.

(UNCLASSIFIED)

COMMENT: IN CLAIMING SAKHALIN AS WELL AS KURILES, LDP GOES FURTHER THAN ITS PREVIOUS POSITIONS. WHILE NO POSSIBILITY EARLY NEGOTIATIONS ON TERRITORIES WITH USSR, DEBATE HAS SERVED TO CLARIFY THINKING IN AND OUT OF PARTIES, AND HAS SOLIDIFIED DOMESTIC SUPPORT FOR GOJ CLAIMS.

(OFFICIAL USE ONLY)

4. OLYMPIC FACILITIES PROBLEM NEAR RESOLUTION.

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE					
CONTROL NO. 08822	CIRCUIT NO.	PAGE 3	OF 6	PAGES TIME OF RECEIPT	DATE TIME GROUP 210035Z OCT 61

CONFIDENTIAL

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
	(INFO)			

LONG-STANDING ISSUE OF LOCATION 1964 OLYMPIC FACILITIES APPEARS
NEAR SOLUTION WITH GOJ DECISION ACCEPT PLAN FOR CONSTRUCTION OF
INDOOR STADIUM AND OLYMPIC VILLAGE AT WASHINGTON HEIGHTS (US FORCES
DEPENDENT HOUSING IN CENTRAL TOKYO). FONOFF HAS INFORMED US
AUTHORITIES THAT CABINET WILL OFFICIALLY APPROVE PLAN OCTOBER 24.
AGREEMENT WITH OLYMPIC ORGANIZING COMMITTEE REACHED BY SATISFYING
THOSE IN NEARBY SAITAMA PREFECTURE (WHO HAD VIED FOR FACILITIES)
WITH PROMISE TO TURN OVER PART OF CAMP DRAKE (US MILITARY FACILITY)
FOR PUBLIC HOUSING DEVELOPMENT PROJECT. WAY PAVED FOR DECISION BY
OCTOBER 17 APPROVAL OF WASHINGTON HEIGHTS PLAN BY TOKYO METROPOLITAN
ASSEMBLY AFTER GOVERNOR AZUMA DECLARED THAT THERE WAS "NO ALTERNATIVE"
TO USE OF WASHINGTON HEIGHTS. ASSEMBLY HAD BEEN STRONGLY COMMITTED
TO UTILIZATION OF CAMP DRAKE. (OFFICIAL USE ONLY)

COMMENT: AFTER GOVERNMENT GIVES OFFICIAL APPROVAL TO WASHINGTON
HEIGHTS PLAN, DETAILS MUST BE NEGOTIATED IN FACILITIES SUBCOMMITTEE
OF US-JAPAN JOINT COMMITTEE. OF PARTICULAR IMPORTANCE WILL BE
TECHNICAL ASPECTS OF RELOCATING (AT CHOFU ON OUTSKIRTS OF TOKYO)
826 DWELLING UNITS NOW AT WASHINGTON HEIGHTS. (CONFIDENTIAL)

PSYCHOLOGICAL

5. JAPANESE REACTION TO KRUSHCEV SPEECH.

KRUSHCHEV'S REPORT TO 22ND CPSU CONGRESS RECEIVED MUCH ATTENTION IN
JAPAN WITH NEWSPAPERS HIGHLIGHTING ANNOUNCEMENT RE 50 MEGATON BOMB

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE				
CONTROL NO.	CIRCUIT NO.	PAGE OF PAGES	TIME OF RECEIPT	DATE TIME GROUP
08822		4 6		210035Z OCT 61

CONFIDENTIAL

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
	(INFO)			

— AND REMOVAL OF DEADLINE FOR SIGNATURE TREATY WITH EAST GERMAN WHILE SOCIALIST PARTY WELCOMED SIGNS OF FLEXIBILITY ON BERLIN, PLAN TO TEST BOMB PRODUCED STRONGLY NEGATIVE REACTION ON PART GOVERNMENT, PRESS AND THREE LEADING POLITICAL PARTIES. FONOFF FOUND LITTLE SURPRISING IN SPEECH EXCEPT OPEN CONDEMNATION ALBANIAN LEADERSHIP, AND BELIEVES IT MARKS NO IDEOLOGICAL DEPARTURES OR BASIC CHANGES IN SOVIET FOREIGN POLICY. (OFFICIAL USE ONLY)

COMMENT: WHILE PRESS GAVE FULL ATTENTION TO "MILDER TONE" OF KRUSHCHEV REMARKS ON BERLIN, 50-MEGATON BOMB ANNOUNCEMENT IS ASPECT OF KRUSHCHEV'S REPORT WHICH MADE MOST VIVID IMPRESSION IN JAPAN. RESULT HAS BEEN RARE UNANIMITY ON PART THREE MAJOR PARTIES AND WIDE PUBLIC DEMAND FOR EFFECTIVE STEPS TO DISCOURAGE SOVIETS FROM PROCEEDING WITH TEST. ABSENCE OF MASS PROTEST DEMONSTRATIONS TO DATE REFLECTS LACK OF PROFESSIONAL ORGANIZERS, NOT LACK OF POPULAR FEELING. (OFFICIAL USE ONLY)

ECONOMIC

6. BREAKOFF BURMESE REPARATIONS TALKS (WEEKA 41, ITEM 5)

BURMESE ON OCTOBER 13 TEMPORARILY SUSPENDED REPARATIONS TALKS WITH REQUEST THAT JAPANESE SEND HIGH RANKING DELEGATIONS TO RANGOON IN NOVEMBER. POSITION TWO SIDES FAR APART AS JAPANESE OFFERED \$75 MILLION GRANTS AND BURMESE DEMANDED \$200 MILLION INTEREST FREE LOANS PLUS \$200 MILLION JAPANESE INVESTMENT JOINT VENTURES.

— (UNCLASSIFIED)

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE						
CONTROL NO.	CIRCUIT NO.	PAGE	OF	PAGES	TIME OF RECEIPT	DATE TIME GROUP
08822		5		6		210035Z OCT 61

CONFIDENTIAL

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
	(INFO)			

COMMENT: BREAKOFF SEEMINGLY AMICABLE. WHILE FONOFF BELIEVES BURMESE FORMULA, WHICH INCLUDES GUARANTEE OF JAPANESE INVESTMENTS AGAINST NATIONALIZATION, OFFERS POSSIBLE COMPROMISE, IT IS SKEPTICAL OF FEASIBILITY CONCLUDING NEGOTIATIONS BEFORE IKEDA VISIT RANGOON NOVEMBER 23. (CONFIDENTIAL)

MILITARY

ARMY-NAVY-AIR

7. SELF DEFENSE FORCES (SDF) RESERVE SYSTEM JDA HAS COMPLETED DRAFT REVISION OF CURRENT RESERVE SYSTEM. DURING JAPAN FISCAL YEAR (JFY) 1962, JDA PLANS TO RAISE AUTHORIZED RESERVE STRENGTH FROM 17,000 TO 19,000 AND TO INCLUDE 100 GSDF OFFICERS AND LESS THAN 50 OFFICERS EACH FROM MSDF AND ASDF. ASDF OFFICERS WILL BE PRIMARILY PILOTS AND MSDF OFFICERS SPECIALISTS (ALL OFFICERS WILL BE READE OF CAPTAIN/LIEUTENANT OR BELOW). MSDF IS CONSIDERING NAVAL RESERVE COMPONENT THAT EVENTUALLY WILL EQUAL ABOUT 10 PERCENT OF TOTAL MSDF STRENGTH, AND HOPES TO HAVE RESERVE COMPONENT OF ABOUT 800 BY END OF JFY 62. (UNCLASSIFIED)

COMMENT: IF IMPLEMENTED, PLAN WILL MARK INCLUSION IN JSDF'S RESERVE PROGRAM FOR FIRST TIME OF MSDF AND ASDF PERSONNEL. AND OFFICERS ALL THREE SERVICES. (UNCLASSIFIED)

REISCHAUER

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE				
CONTROL NO.	CIRCUIT NO.	PAGE OF PAGES	TIME OF RECEIPT	DATE TIME GROUP
08822		6 6		210035Z OCT 61

CONFIDENTIAL

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
PRIORITY				
PRIORITY	(INFO)			

P 210035Z
FM AMEMBASSY TOKYO

TO SECSTATE
CINCPAC
CINCPACFLT
CINCUSARPAC
PACAF

INFO CNO

C O N F I D E N T I A L

JOINT WEEKA NO. 42.

POLITICAL

1. BUSHU RAILWAY SCANDAL VIRTUALLY WOUND UP. WEEKA 38, ITEM 1
ANNOUNCEMENT OCTOBER 16 OF INDICTMENT OF FORMER TRANSPORT MINISTER
WATARU NARAHASHI (HIS WIFE WAS NOT INDICTED) AND OTHER PRINCIPALS
IN BUSHU RAILWAY BRIBERY CASE SEEN AS VIRTUALLY WINDING UP SCANDAL.
OTHER DIETMEN BELIEVED TO HAVE RECEIVED MONEY FROM RAILWAY PROMOTERS
ARE UNDER INVESTIGATION, BUT CHARGES OF BRIBERY VERY DIFFICULT SUB-
STANTIATE, EVEN IN CASE OF NARAHASHI, WHO MAY EVENTUALLY WIN ACQUITTAL
BY VIRTUE HIS DEFENSE THAT MONEY HE RECEIVED WAS POLITICAL CONTRIBUTION.

DAIEI MOTION PICTURE COMPANY PRESIDENT MASAICHI NAGATA UNDER INDICTMENT

SECSTATE(70) (VIA D-DESK).....ACT

92.....COG

09M..06..IP..SECDEF..JCS..CSA..CSAF..CMC..CIA(15)..NAVAIDE..BFR..FLAGPLOT

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE						
CONTROL NO.	CIRCUIT NO.	PAGE	OF	PAGES	TIME OF RECEIPT	DATE TIME GROUP
08822/SM/AS/1	EYA 13	1		6	0419Z/21 OCT	210035Z OCT 61

CONFIDENTIAL

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
	(INFO)			

FOR BRIBING BANK TO OBTAIN LOAN OF FOUR HUNDRED MILLION YEN, BUT NO
DIRECT LINK APPARANTLY ESTABLISHED BETWEEN THIS CASE AND BUSHU SCANDAL.
(UNCLASSIFIED)

COMMENT: FACT THAT NO MAJOR POLITICAL FIGURES INPLEMENTED, DESPITE
RECURRENT RUMORS AND THINLY VEILED CHARGES PUBLISHED IN JSP ORGAN
PAPER, COMES AS RELIEF TO LDP LEADERSHIP AND AS WARNING TO BE
CAUTIOUS IN ACCEPTING POLITICAL CONTRIBUTIONS.

(OFFICIAL USE ONLY)

2. JAPAN-KOREA (WEEKA 41, ITEM 2)

OPENING OF ROK-JAPAN "SIXTH TALKS" SCHEDULED TOKYO OCT. 20 WITH
PLENARY SESSION TO BE FOLLOWED BY PERIODIC MEETINGS OF CLAIMS,
FISHERIES, AND RESIDENTS SUBCOMITTEES. JAPANESE AND ROK DELEGATIONS
HEADED BY MICHISUKE SUGI AND PAI UI HUAN RESPECTIVELY. TECHNICAL
DISCUSSIONS PLANNED FOR ABOUT ONE MONTH GRADUALLY LEADING TO "POLITICAL"
OR BARGAINING TALKS. LATTER WILL PROBABLY BE CONDUCTED AT SEVERAL
LEVELS POSSIBLE INCLUDING DISCUSSION OF FUNDAMENTAL QUESTIONS BETWEEN
SENIOR GOJ-LDP LEADERS AND WHOMEVER ROKG DESIGNATES FOR THIS PURPOSE.
JAPANESE PRESS COMMENT GENERALLY CALLS FOR PROMPT SETTLEMENT. (LIMITED
OFFICIAL USE).

COMMENT: WHILE BOTH SIDES HAVE DECLARED NEW RESOLVE TO BRING THIS
ROUND OF TALKS TO EARLY SUCCESSFUL CONCLUSION, JAPANESE GENERALLY WARY
OF EASY OPTIMISM. PROSPECTS FOR SUCCESS WILL INCREASE IF BOTH SIDES

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE						
CONTROL NO.	CIRCUIT NO.	PAGE	OF	PAGES	TIME OF RECEIPT	DATE TIME GROUP
08822		2		6		210035Z OCT 61

CONFIDENTIAL

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
	(INFO)			

METHODICALLY ISOLATE MAJOR ISSUES, CONFIDENTIALLY WORK OUT PRINCIPLES OF PACKAGE SETTLEMENT, AND THEN PROCEED WITH MORE ROUTINE ASPECTS OF NEGOTIATION, (CONFIDENTIAL)

3. LDP REJECTS PROPOSAL FOR INTER-PARTY CONFERENCE ON NORTHERN TERRITORIES.

LIBERAL DEMOCRATIC PARTY OCTOBER 17 APPROVED OFFICIAL PARTY POSITION ON NORTHERN TERRITORIES, AMPLIFYING INFORMAL REBUTTAL OF JSP BY SECGEN SHIGESABUR MAEO (WEEKA 41, ITEM 1). LDP ACKNOWLEDGED GOJ HAD RELINQUISHED CLAIMS TO KURILEE AND SOUTHERN SAKHALIN IN SAN FRANCISCO PEACE TREATY, BUT SAID DISPOSITION THESE TERRITORIES STILL UNDECIDED, INASMUCH AS USSR NOT PARTY TO TREATY. FOLLOWING RELEASE OF STATEMENT, MACE SAID LDP WOULD REFUSE PARTICIPATE IN THREE-PARTY CONFERENCE ON TERRITORIES AS PROPOSED BY JSP, SINCE EACH PARTY HAD MADE POSITION KNOWN AND THERE WAS NO REASON TO BELIEVE JSP WOULD CHANGE VIEW THAT PEACE TREATY SHOULD BE SIGNED PRIOR TO SETTLEMENT TERRITORIAL CLAIMS.

(UNCLASSIFIED)

COMMENT: IN CLAIMING SAKHALIN AS WELL AS KURILES, LDP GOES FURTHER THAN ITS PREVIOUS POSITIONS. WHILE NO POSSIBILITY EARLY NEGOTIATIONS ON TERRITORIES WITH USSR, DEBATE HAS SERVED TO CLARIFY THINKING IN AND OUT OF PARTIES, AND HAS SOLIDIFIED DOMESTIC SUPPORT FOR GOJ CLAIMS.

(OFFICIAL USE ONLY)

4. OLYMPIC FACILITIES PROBLEM NEAR RESOLUTION.

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE					
CONTROL NO.	CIRCUIT NO.	PAGE	OF	PAGES	TIME OF RECEIPT
08822		3		6	
					DATE TIME GROUP
					210035Z OCT 61

CONFIDENTIAL

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
	(INFO)			

LONG-STANDING ISSUE OF LOCATION 1964 OLYMPIC FACILITIES APPEARS
NEAR SOLUTION WITH GOJ DECISION ACCEPT PLAN FOR CONSTRUCTION OF
INDOOR STADIUM AND OLYMPIC VILLAGE AT WASHINGTON HEIGHTS (US FORCES
DEPENDENT HOUSING IN CENTRAL TOKYO). FONOFF HAS INFORMED US
AUTHORITIES THAT CABINET WILL OFFICIALLY APPROVE PLAN OCTOBER 24.
AGREEMENT WITH OLYMPIC ORGANIZING COMMITTEE REACHED BY SATISFYING
THOSE IN NEARBY SAITAMA PREFECTURE (WHO HAD VIED FOR FACILITIES)
WITH PROMISE TO TURN OVER PART OF CAMP DRAKE (US MILITARY FACILITY)
FOR PUBLIC HOUSING DEVELOPMENT PROJECT. WAY PAVED FOR DECISION BY
OCTOBER 17 APPROVAL OF WASHINGTON HEIGHTS PLAN BY TOKYO METROPOLITAN
ASSEMBLY AFTER GOVERNOR AZUMA DECLARED THAT THERE WAS "NO ALTERNATIVE"
TO USE OF WASHINGTON HEIGHTS. ASSEMBLY HAD BEEN STRONGLY COMMITTED
TO UTILIZATION OF CAMP DRAKE. (OFFICIAL USE ONLY)
COMMENT: AFTER GOVERNMENT GIVES OFFICIAL APPROVAL TO WASHINGTON
HEIGHTS PLAN, DETAILS MUST BE NEGOTIATED IN FACILITIES SUBCOMMITTEE
OF US-JAPAN JOINT COMMITTEE. OF PARTICULAR IMPORTANCE WILL BE
TECHNICAL ASPECTS OF RELOCATING (AT CHOFU ON OUTSKIRTS OF TOKYO)
826 DWELLING UNITS NOW AT WASHINGTON HEIGHTS. (CONFIDENTIAL)

PSYCHOLOGICAL

5. JAPANESE REACTION TO KRUSHCEV SPEECH.

KRUSHCHEV'S REPORT TO 22ND CPSU CONGRESS RECEIVED MUCH ATTENTION IN
JAPAN WITH NEWSPAPERS HIGHLIGHTING ANNOUNCEMENT RE 50 MEGATON BOMB

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE						
CONTROL NO.	CIRCUIT NO.	PAGE	OF	PAGES	TIME OF RECEIPT	DATE TIME GROUP
08822		4		6		210035Z OCT 61

CONFIDENTIAL

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
	(INFO)			

AND REMOVAL OF DEADLINE FOR SIGNATURE TREATY WITH EAST GERMAN WHILE SOCIALIST PARTY WELCOMED SIGNS OF FLEXIBILITY ON BERLIN, PLAN TO TEST BOMB PRODUCED STRONGLY NEGATIVE REACTION ON PART GOVERNMENT, PRESS AND THREE LEADING POLITICAL PARTIES. FONOFF FOUND LITTLE SURPRISING IN SPEECH EXCEPT OPEN CONDEMNATION ALBANIAN LEADERSHIP, AND BELIEVES IT MARKS NO IDEOLOGICAL DEPARTURES OR BASIC CHANGES IN SOVIET FOREIGN POLICY. (OFFICIAL USE ONLY)

COMMENT: WHILE PRESS GAVE FULL ATTENTION TO "MILDER TONE" OF KRUSHCHEV REMARKS ON BERLIN, 50-MEGATON BOMB ANNOUNCEMENT IS ASPECT OF KRUSHCHEV'S REPORT WHICH MADE MOST VIVID IMPRESSION IN JAPAN. RESULT HAS BEEN RARE UNANIMITY ON PART THREE MAJOR PARTIES AND WIDE PUBLIC DEMAND FOR EFFECTIVE STEPS TO DISCOURAGE SOVIETS FROM PROCEEDING WITH TEST. ABSENCE OF MASS PROTEST DEMONSTRATIONS TO DATE REFLECTS LACK OF PROFESSIONAL ORGANIZERS, NOT LACK OF POPULAR FEELING. (OFFICIAL USE ONLY) ECONOMIC

6. BREAKOFF BURMESE REPARATIONS TALKS (WEEKA 41, ITEM 5)

BURMESE ON OCTOBER 13 TEMPORARILY SUSPENDED REPARATIONS TALKS WITH REQUEST THAT JAPANESE SEND HIGH RANKING DELEGATIONS TO RANGOON IN NOVEMBER. POSITION TWO SIDES FAR APART AS JAPANESE OFFERED \$75 MILLION GRANTS AND BURMESE DEMANDED \$200 MILLION INTEREST FREE LOANS PLUS \$200 MILLION JAPANESE INVESTMENT JOINT VENTURES.

(UNCLASSIFIED)

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE						
CONTROL NO.	CIRCUIT NO.	PAGE	OF	PAGES	TIME OF RECEIPT	DATE TIME GROUP
08822		5		6		210035Z OCT 61

CONFIDENTIAL

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
	(INFO)			

COMMENT: BREAKOFF SEEMINGLY AMICABLE. WHILE FONOFF BELIEVES BURMESE FORMULA, WHICH INCLUDES GUARANTEE OF JAPANESE INVESTMENTS AGAINST NATIONALIZATION, OFFERS POSSIBLE COMPROMISE, IT IS SKEPTICAL OF FEASIBILITY CONCLUDING NEGOTIATIONS BEFORE IKEDA VISIT RANGOON NOVEMBER 23. (CONFIDENTIAL)

MILITARY

ARMY-NAVY-AIR

7. SELF DEFENSE FORCES (SDF) RESERVE SYSTEM JDA HAS COMPLETED DRAFT REVISION OF CURRENT RESERVE SYSTEM. DURING JAPAN FISCAL YEAR (JFY) 1962, JDA PLANS TO RAISE AUTHORIZED RESERVE STRENGTH FROM 17,000 TO 19,000 AND TO INCLUDE 100 GSDF OFFICERS AND LESS THAN 50 OFFICERS EACH FROM MSDF AND ASDF. ASDF OFFICERS WILL BE PRIMARILY PILOTS AND MSDF OFFICERS SPECIALISTS (ALL OFFICERS WILL BE READE OF CAPTAIN/LIEUTENANT OR BELOW). MSDF IS CONSIDERING NAVAL RESERVE COMPONENT THAT EVENTUALLY WILL EQUAL ABOUT 10 PERCENT OF TOTAL MSDF STRENGTH, AND HOPES TO HAVE RESERVE COMPONENT OF ABOUT 800 BY END OF JFY 62. (UNCLASSIFIED)

COMMENT: IF IMPLEMENTED, PLAN WILL MARK INCLUSION IN JSDF'S RESERVE PROGRAM FOR FIRST TIME OF MSDF AND ASDF PERSONNEL. AND OFFICERS ALL THREE SERVICES. (UNCLASSIFIED)

REISCHAUER

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE						
CONTROL NO.	CIRCUIT NO.	PAGE	OF	PAGES	TIME OF RECEIPT	DATE TIME GROUP
08822		6		6		210035Z OCT 61

CONFIDENTIAL

48
NAVAL MESSAGE

(When filled in)

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE ROUTED	MUST BE COMPLETED	RELEASED BY	DRAFTED BY	EXT. NO.
10 THE REPLY				
PRIORITY	(INFO)			

RMR

Navy Dept. Ju-43

P 280400Z
FM AMEMBASSY TOKYO

TO SECSTATE
CINCPAC
CINCPACFLT
CINCUSARPAC
PACAF

INFO CNO

CONFIDENTIAL WEEKA NO. 43

1. REACTION TO SOVIET "SUPER-BOMB"

SOVIET EXPLOSION OF BIG NUCLEAR DEVICE TOUCHED OFF GREATEST WAVE OF JAPANESE INDIGNATION SINCE SOVIET RESUMPTION TESTING. GOVT AND LDP SPOKESMEN, NON-COMMUNIST OPPOSITION, SCIENTISTS, OTHER PUBLIC FIGURES ISSUED STATEMENTS BITTERLY CONDEMNING SOVIET ACTION; EDITORIALISTS ALL PAPERS AS WELL AS TV-RADIO COMMENTATORS ALSO UNANIMOUS IN CONDEMNATION. GOJ SEN SHARPLY WORDED NOTE TO SOVUNION; DIET'S LOWER HOUSE OCTOBER 26 UNANIMOUSLY (WITH EXCEPTION COMMUNISTS) PASSED JOINT RESOLUTION PROTESTING EXPLOSION AND CALLING FOR BAN ON USE, STORAGE, AND MANUFACTURE OF NUCLEAR WEAPONS (UPPER HOUSE EXPECTED PASS SIMILAR RESOLUTION TODAY). CONSIDERABLE PUBLIC ANXIETY EVIDENT OVERPOSSIBLE DANGER OF CONTAMINATION WHEN "BEATH ASH" (FALLOUT) REACHES JAPAN. OFFICIAL CONCERN ON THIS SCORE INDICATED BY MEETINGS OF GOV

794.00 (us) / 10-2861

SECSTATE.....(70 CC VIA D-DESK).....ACT

92...COG

09M..06..IP..SECDEF..JCS..CSA..CSAF..CIA (15CC)..NAVA IDE..BFR..FLAGPOT..

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE					
CONTROL NO.	CIRCUIT NO.	PAGE OF	PAGES	TIME OF RECEIPT	DATE TIME GROUP
11938/5M/LN/3	B 111	1	5	0811Z/28 OCT 61	280400Z OCT 61

CLASSIFIED FILE

CONFIDENTIAL

Letter and enclosures, if any,
microfilmed by RM/R

(When filled in)

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
	(INFO)			

OFFICIALS TO DISCUSS MEASURES TO REDUCE FALLOUT HAZARDS.

NUMEROUS INDIVIDUALS FROM VARIOUS ORGANIZATIONS (INCLUDING 25 JSP DIET MEMBERS) HAVE BEEN TO SOVEMBASSY TO REGISTER PROTESTS. NO ORGANIZED DEMONSTRATIONS ON ANY SCALE AS YET, BUT THERE ARE INDICATIONS OF SOME SENTIMENT EVEN AMONG LEFT-WING FAVORING SUCH ACTION.

(OFFICIAL USE ONLY) COMMENT: FOLLOWING UPON

OTHER RECENT EXAMPLES OF SOVIET INTRANSIGENCE AND BELLICOSITY, LATEST SOVIET ACTION "TRAMPLING ON JAPANESE AND WORLD OPINION" HAS PROVOKED SENSE OF NATIONAL OUTRAGE. ALTHOUGH ORGANIZED DEMONSTRATIONS MAY NOT OCCUR, IT SEEMS HEALTHY SIGN THAT CONTRAST BETWEEN LEFT-WING READINESS TO STAGE DEMONSTRATIONS AGAINST US ACTIONS, LETHARGY IN PROTESTING SOVIET MISDEEDS, HAS BEEN NOTED AND HAS DRAWN SARCASTIC COMMENTS. (OFFICIAL USE ONLY)

2. KHRUS CHEV'S PERSONAL LETTER TO PRIMIN ON NUCLEAR TESTING PERSONAL LETTER FROM KHRUSHCHEV TO PRIMIN IKEDA WAS HANDED FONOFF OCTOBER 25 IN RESPONSE NUMEROUS JAPANESE PROTESTS RE SOV RESUMPTION NUCLEAR TESTING. LETTER, WHICH WAS PHRASED IN Milder TONE THAN OTHER RECENT SOVIET COMMUNICATIONS TO GOJ, CONSISTED LARGELY OF LENGTHY DESCRIPTION OF ACTIONS TAKEN BY WESTERN POWERS WHICH HAVE "FORCED" USSR RESUME TESTING " IN INTEREST OF WORLD PEACE". (UNCLASSIFIED) COMMENT: FONOFF PLANS PROMPT REPLY REJECTING SOVIET CONTENTION THAT SOVIET TEST RESUMPTION NECESSARY BECAUSE OF THREATENING ATTITUDE OF WESTERN POWERS. (CONFIDENTIAL) 3. JOINT US-JAPAN ECONOMIC MEETING

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE						
CONTROL NO.	CIRCUIT NO.	PAGE	OF	PAGES	TIME OF RECEIPT	DATE TIME GROUP
11938		2		5		250400Z OCT 61

CONFIDENTIAL

(When filled in)

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
	(INFO)			

INITIAL MEETING OF CABINET-LEVEL JOINT US-JAPAN COMMITTEE ON TRADE AND ECONOMIC AFFAIRS (ESTABLISHED BY AGREEMENT BETWEEN PRESIDENT AND PRIMIN DURING LATTER'S VISIT TO WASHINGTON LAST JUNE) WILL BE HELD AT HAKONE NOVEMBER 2-4. PUBLIC HAS FOLLOWED CONFERENCE PLANNING WITH KEEN INTEREST, WITH PRESS HIGHLIGHTING FACT THIS FIRST TIME US HISTORY SO MANY US CABINET MEMBERS (RUSK, HODGES, FREEMAN, UDALL, GOLDBERG) GATHERED ONE PLACE OUTSIDE US. CANCELLATION SECY DILLON'S ATTENDANCE NOTED WITH REGRET. PRESS HAS ALSO STRESSED SYMBOLIC SIGNIFICANCE MEETING IN TERMS STRENGTHENING US-JAPAN RELATIONS. IKEDA-RUSK MEETING NOVEMBER 1

AND RUSK'S PLANNED POST-CONFERENCE TRIP TO KOREA HAVE RECEIVED PROMINENT ATTENTION.

SOCIALISTS HAVE ISSUED STATEMENT CALLING ON GOJ NOT TO DISCUSS NON-ECONOMIC SUBJECTS SUCH AS JAPAN-ROK TALKS AND "INTERVENTION" IN SOUTH VIETNAM AND LAOS, AND EXPRESSING HOPE GOJ WILL OPPOSE "BUY AMERICAN" POLICY,

DEMANDS FOR FURTHER IMPORT LIBERALIZATION, AND INTRODUCTION US CAPITAL. (UNCLASSIFIED)

COMMENT: JSP HAS HITHERTO PAID RELATIVELY LITTLE PUBLIC NOTICE TO CONFERENCE, AND WHILE PARTY STATEMENT HARDLY UNEXPECTED, IT POINTS UP INTENTION OF OPPOSITION TO ATTEMPT READ SINISTER POLITICAL OVERTONES INTO MEETING. NO SIGNS OF ANY RECEPTIVITY TO OPPOSITION

LINE ON PART OF GENERAL PUBLIC, WHICH HAS DISPLAYED UNIFORMLY

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE					
CONTROL NO.	CIRCUIT NO.	PAGE OF	PAGES	TIME OF RECEIPT	DATE TIME GROUP
11938		3	5		280400Z OCT 61

CONFIDENTIAL

(When filled in)

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
	(INFO)			

POSITIVE ATTITUDE. (OFFICIAL USE ONLY)

7 4. JAPAN-KOREA

AFTER TWO PLENARY SESSIONS ROK-JAPAN NEGOTIATORS AGREED ON SCHEDULE AND GENERAL AREA OF DISCUSSION FOR CLAIMS, FISHERIES, AND STATUS OF RESIDENTS SUBCOMMITTEES. ROK CIA DIRECTOR KIM CHONG P'IL ARRIVED TOKYO OCTOBER 24 FOR THREE DAY VISIT DURING WHICH HE HAS DISCUSSED BROADER ASPECTS ROK-JAPAN NEGOTIATIONS WITH PRIMIN IKEDA AND OTHER

- GOJ-LDP LEADERS. (OFFICIAL USE ONLY)

COMMENT: KIM'S VISIT, WHICH WAS HASTILY ORGANIZED AND NOT DISCLOSED TO PRESS UNTIL AFTER HE ARRIVED JAPAN, IS SECOND RECENT ROKG ATTEMPT TO USE PROMINENT EMISSARY EXPLORE POSSIBILITY OF EXPEDITING NEGOTIATIONS THROUGH HIGH LEVEL POLITICAL DECISIONS. GOJ HOPES TO BE ABLE ADOPT SUFFICIENTLY RESPONSIVE POSITION SO THAT VISIT WILL NOT PROVE CONTERPRODUCTIVE. (CONFIDENTIAL)

5. RYUKYU ISLANDS TASK FORCE VISITS TOKYO

FIVE MEMBERS US GOVT SURVEY TEAM ON OKINAWA HEADED BY MR. CARL KAYSEN OF WHITE HOUSE STAFF VISITED TOKYO AFTER COMPLETING STUDY OF MAJOR ECONOMIC AND SOCIAL WELFARE PROBLEMS IN RYUKYUS. KAYSEN WAS RECEIVED BY PRIMIN IKEDA, FONMIN KOSAKA AND DIRGEN OF PROMIN'S OFFICE KODAIRA, AND HE AND ASSOCIATES ALSO HAD OPPORTUNITY FOR INFORMAL CONVERSATIONS WITH OTHER GOJ AND LDP REPRESENTATIVES. JAPANESE OFFICIALS EXPRESSED UNDERSTANDING OF SECURITY NEED TO MAINTAIN US

- ADMINISTRATION IN OKINAWA BUT AT SAME TIME EMPHASIZED EXTREME

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE						
CONTROL NO.	CIRCUIT NO.	PAGE	OF	PAGES	TIME OF RECEIPT	DATE TIME GROUP
11938		4		5		280400Z OCT 61

CONFIDENTIAL

(When filled in)

(When filled in)

NAVAL MESSAGE

CONFIDENTIAL

NAVY DEPARTMENT

PRECEDENCE	(ACTION)	RELEASED BY	DRAFTED BY	EXT. NO.
(INFO)				

POLITICAL SENSITIVITY OF OKINAWAN QUESTION IN JAPAN. THEY FELT US-JAPAN COOPERATIVE EFFORT IMPROVE ECONOMIC AND SOCIAL CONDITIONS IN RYUKYUS BEST WAY HANDLE SITUATION AND SHOWED DESIRE INITIATE HIGH LEVEL POLICY TALKS BETWEEN JAPAN AND US ON SUBJECT AS SOON AS POSSIBLE. (CONFIDENTIAL) COMMENT: NONE.

6. OLYMPIC FACILITIES PLAN ACCEPTED BY JAPAN (WEEKA 42, ITEM 4) FOLLOWING APPROVAL OF WASHINGTON HEIGHTS PLAN BY CABINET AND OLYMPIC ORGANIZING COMMITTEE, GOJ PRESENTED MEMORANDUM IN FACILITIES SUBCOMMITTEE OF US-JAPAN JOINT COMMITTEE OCTOBER 24 REQUESTING TOTAL RELEASE OF WASHINGTON HEIGHTS AND LINCOLN CENTER DEPENDENT HOUSING AREAS; PARTIAL RELEASE OF CAMP DRAKE. PROPOSAL (ALONG LINES ADVOCATED BY EMBASSY AND US FORCES, JAPAN) INCLUDES WELCOME STATEMENT THAT DEPENDENT HOUSING RELOCATION AT CHOFU WILL BE AT NO COST TO US FORCES. LATTER ESTIMATES IT WILL PREPARED WITHIN WEEK TO AGREE TO PROPOSAL IN PRINCIPLE, SUBJECT TO AGREEMENT ON DETAILS. GOJ MEMORANDUM REQUESTS ESTABLISHMENT JOINT AD HOC WORKING GROUP (CONSISTING) OF US FORCES AND JAPANESE AGENCY REPRESENTATIVE CONCERNED WITH RELOCATION) TO ASSURE ADEQUATE LIAISON IN WORKING OUT DETAILS OF RELEASE. (CONFIDENTIAL)

COMMENT: FONOFF SECURITY SECTION FEELS, AND EMBASSY AGREES, THAT ADHOC GROUP SHOULD BE EFFECTIVE DEVICE TO MAINTAIN MOMENTUM DEVELOPED BY LONG-AWAITED GOJ DECISION. (CONFIDENTIAL)

REISCHAUER

REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS PROHIBITED EXCEPT WITH PERMISSION OF ISSUING OFFICE				
CONTROL NO.	CIRCUIT NO.	PAGE OF PAGES	TIME OF RECEIPT	DATE TIME GROUP
11938		5 5		280420Z OCT 61

CONFIDENTIAL

(When filled in)